

Message Text

LIMITED OFFICIAL USE

PAGE 01 PARIS 21978 271825Z

73

ACTION EUR-12

INFO OCT-01 EA-07 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02 OPIC-03

SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 NSC-05 SS-15

STR-04 CEA-01 ABF-01 L-03 H-02 PA-01 PRS-01 /095 W

----- 102993

R 271606Z AUG 75

FM AMEMBASSY PARIS

TO SECSTATE WASHDC 2533

AMEMBASSY BONN

AMEMBASSY LONDON

AMEMBASSY ROME

AMEMBASSY TOKYO

USMISSION EC BRUSSELS

LIMITED OFFICIAL USE PARIS 21978

E.O. 11652: N/A

TAGS: EFIN, FR

SUBJECT: MORE ON MONETARY REFORM

REF: PARIS 21640

1. IN CONVERSATION WITH EMBOFF ON AUGUST 27, BLOCH-LAINE, ASSISTANT TREASURY DIRECTOR FOR MULTILATERAL AFFAIRS AT FINANCE MINISTRY NOTED THAT FOURCADE INTERVIEW (REFTEL) HAD BEEN COMPLETE SURPRISE TO HIM, AND THAT HE WAS ONLY ABLE TO CLARIFY IT AFTER VENICE MEETING. DECISION AT VENICE TO SEPARATE EXCHANGE RATES FROM GOLD AND QUOTAS EXPLAINS PARA 4A, FOR EXAMPLE, HE NOTED.

2. ON MONETARY REFORM, BLOCH-LAINE GAVE EVEN MORE FLEXIBLE INTERPRETATION OF PARA 2. WIDTH OF DOLLAR AND YEN BANDS WAS NOT ESSENTIAL QUESTION, HE SAID; RATHER, IT WAS IMPORTANT THAT THERE BE "LESS SOLEMN, BUT MORE LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 PARIS 21978 271825Z

FREQUENT" CONSULTATION TO KEEP RATES WITHIN WHATEVER

RELATIONSHIP DECIDED ON.

3. ON GOLD, BLOCH-LAINE STATED THAT CLEAR GOF PREFERENCE WAS THAT SIXTH OF IMF GOLD STOCK DESTINED FOR AID TO DEVELOPING COUNTRIES BE SOLD BY FUND TO CENTRAL BANKS, THEREBY REALIZING HIGHER RATE THAN IF IT WERE DUMPED ON MARKET. QUESTION OF LEGAL PROBLEM WITH THIS APPROACH HAS BEEN RAISED, HE SAID: IF THIS PROVED OBSTACLE, FRANCE WOULD ACCEPT SALE ON MARKET. EMBOFF RAISED U.S. TRUST FUND PROPOSAL AS POSSIBLE USE OF PROFITS. BLOCH-LAINE REPLIED THAT MANY POSSIBILITIES UNDER STUDY, AND NONE EXCLUDED.

4. EMBOFF ASKED IF ALAIN VERNOLLES ARTICLE OF LE MONDE OF AUG 26 WAS A GOOD SUMMARY OF VENICE DECISIONS. BLOCH-LAINE REPLIED AFFIRMATIVELY.
GAMMON

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FINANCIAL REFORMS, MONETARY AGREEMENTS, LIQUIDITY (MONETARY), FOREIGN EXCHANGE RATES, DIPLOMATIC DISCUSSIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 27 AUG 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975PARIS21978
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750297-0368
From: PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750813/aaaaalie.tel
Line Count: 78
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 PARIS 21640
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 24 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <24 APR 2003 by ShawDG>; APPROVED <28 APR 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: MORE ON MONETARY REFORM
TAGS: EFIN, FR, (BLOCHLAINE)
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006